

Shelby County Government

Financial Trends Information Net Assets by Component Last Five Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Governmental activities					
Invested in capital assets, net of related debt	\$ 176,161,144	\$ 179,516,173	\$ 160,714,397	\$ 175,194,990	\$ 156,764,887
Restricted	42,849,339	33,428,619	25,939,996	46,561,030	80,104,201
Unrestricted	(1,082,043,535)	(1,181,961,431)	(1,214,254,660)	(1,281,070,298)	(1,259,839,639)
Total governmental activities net assets	<u>\$ (863,033,052)</u>	<u>\$ (969,016,639)</u>	<u>\$ (1,027,600,267)</u>	<u>\$ (1,059,314,278)</u>	<u>\$ (1,022,970,551)</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 30,631,245	\$ 33,372,974	\$ 29,047,386	\$ 28,180,902	\$ 27,213,452
Unrestricted	9,560,888	5,101,901	5,352,161	3,447,095	5,422,857
Total business-type activities net assets	<u>\$ 40,192,133</u>	<u>\$ 38,474,875</u>	<u>\$ 34,399,547</u>	<u>\$ 31,627,997</u>	<u>\$ 32,636,309</u>
Total Shelby County Government					
Invested in capital assets, net of related debt	\$ 206,792,389	\$ 212,889,147	\$ 189,761,783	\$ 203,375,892	\$ 183,978,339
Restricted	42,849,339	33,428,619	25,939,996	46,561,030	80,104,201
Unrestricted	(1,072,482,647)	(1,176,859,530)	(1,208,902,499)	(1,277,623,203)	(1,254,416,782)
Total Shelby County Government net assets	<u>\$ (822,840,919)</u>	<u>\$ (930,541,764)</u>	<u>\$ (993,200,720)</u>	<u>\$ (1,027,686,281)</u>	<u>\$ (990,334,242)</u>

(a) Net assets for 2002 - 2005 have been restated for the addition in prior years infrastructure assets in 2006.

Shelby County Government

Financial Trends Information

Changes in Net Assets

Last Five Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Expenses					
Governmental activities:					
General government	\$ 72,812,915	\$ 56,964,268	\$ 43,091,692	\$ 38,865,681	\$ 32,850,485
Hospital	27,111,884	33,452,571	28,213,585	25,566,667	25,566,667
Planning and development	3,615,987	5,274,947	5,274,622	6,084,407	6,558,085
Public works	42,207,221	41,979,217	46,589,533	47,194,361	49,927,770
Corrections	948,137	937,223	825,555	371,598	505,384
Health services	47,139,841	51,345,969	50,318,012	50,576,288	53,781,890
Community services	38,884,757	39,462,255	39,778,703	41,010,999	43,060,057
Law enforcement	128,316,505	142,686,117	128,056,729	128,391,275	130,666,941
Judicial	62,931,363	64,985,833	64,354,821	66,622,877	71,267,471
Other elected officials	22,482,483	23,358,560	23,223,119	24,553,977	24,573,915
Education	392,612,929	398,704,841	428,873,650	404,270,674	446,365,688
Interest on debt	66,824,357	71,847,109	65,885,498	75,944,617	83,880,247
Total governmental activities expenses	<u>905,888,379</u>	<u>930,998,910</u>	<u>924,485,519</u>	<u>909,453,421</u>	<u>969,004,600</u>
Business-type activities:					
Codes enforcement	9,434,296	9,607,056	10,170,162	12,753,672	11,694,624
Nursing homes (a)	16,928,491	15,372,131	15,783,099	---	---
Fire services	11,142,638	10,727,950	11,408,991	11,218,053	11,564,013
Corrections	44,072,389	43,873,787	44,288,051	42,568,864	43,953,488
Total business-type activities expenses	<u>81,577,814</u>	<u>79,580,924</u>	<u>81,650,303</u>	<u>66,540,589</u>	<u>67,212,125</u>
Total Shelby County Government expenses	<u>\$ 987,466,193</u>	<u>\$ 1,010,579,834</u>	<u>\$ 1,006,135,822</u>	<u>\$ 975,994,010</u>	<u>\$ 1,036,216,725</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 10,343,904	\$ 6,641,545	\$ 4,948,724	\$ 12,573,440	\$ 10,609,617
Health services	12,321,614	11,191,945	12,377,808	12,413,470	13,828,345
Judicial	19,016,809	16,779,465	18,865,870	17,991,087	22,736,318
Other elected officials	29,014,084	31,385,899	33,130,555	33,568,741	38,011,061
Other governmental activities	11,084,741	13,243,388	10,935,310	10,532,832	10,847,470
Operating grants and contributions	108,115,963	110,997,403	121,711,056	119,186,843	138,189,459
Capital grants and contributions	6,092,830	7,703,724	7,818,000	277,257	12,460,564
Total governmental activities program revenues	<u>195,989,945</u>	<u>197,943,369</u>	<u>209,787,323</u>	<u>206,543,670</u>	<u>246,682,834</u>

Business-type activities:					
Charges for services:					
Nursing homes (a)	13,629,938	11,281,438	10,140,279	---	---
Codes enforcement	8,448,266	9,562,309	9,671,556	9,966,304	9,877,918
Fire services	12,159,617	12,108,592	11,972,840	12,921,848	14,023,656
Corrections	39,052,540	38,132,559	33,137,935	33,394,199	38,624,196
Operating grants and contributions	78,620	47,175	60,960	56,960	43,050
Total business-type activities program revenues	<u>73,368,981</u>	<u>71,132,073</u>	<u>64,983,570</u>	<u>56,339,311</u>	<u>62,568,820</u>
Total Shelby County Government program revenues	<u>\$ 269,358,926</u>	<u>\$ 269,075,442</u>	<u>\$ 274,770,893</u>	<u>\$ 262,882,981</u>	<u>\$ 309,251,654</u>
Net (Expense)/Revenue					
Governmental activities	\$ (709,898,434)	\$ (733,055,541)	\$ (714,698,196)	\$ (702,909,751)	\$ (722,321,766)
Business-type activities	(8,208,833)	(8,448,851)	(16,666,733)	(10,201,278)	(4,643,305)
Total Shelby County Government net expense	<u>\$ (718,107,267)</u>	<u>\$ (741,504,392)</u>	<u>\$ (731,364,929)</u>	<u>\$ (713,111,029)</u>	<u>\$ (726,965,071)</u>
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	\$ 549,809,147	\$ 559,384,367	\$ 582,711,510	\$ 587,164,493	\$ 654,551,938
Sales taxes	8,752,100	8,694,724	8,097,229	10,200,007	10,343,331
Business taxes	8,157,869	7,472,985	8,608,379	8,123,470	8,970,348
Hotel/Motel taxes	9,875,416	10,298,422	10,723,410	10,522,938	12,377,312
Wheel taxes	25,118,607	29,178,582	29,237,924	29,237,237	29,962,996
Other taxes	13,271,375	9,837,177	26,059,181	27,434,241	33,667,862
Investment earnings	8,677,491	8,549,134	2,782,079	5,660,042	14,068,619
Transfers	(7,099,871)	(6,343,437)	(12,105,144)	(7,146,688)	(5,276,913)
Total governmental activities	<u>616,562,134</u>	<u>627,071,954</u>	<u>656,114,568</u>	<u>671,195,740</u>	<u>758,665,493</u>
Business-type activities:					
Investment earnings	(916,965)	388,156	486,261	283,040	374,704
Transfers	7,099,871	6,343,437	12,105,144	7,146,688	5,276,913
Total business-type activities	<u>6,182,906</u>	<u>6,731,593</u>	<u>12,591,405</u>	<u>7,429,728</u>	<u>5,651,617</u>
Total Shelby County Government	<u>\$ 622,745,040</u>	<u>\$ 633,803,547</u>	<u>\$ 668,705,973</u>	<u>\$ 678,625,468</u>	<u>\$ 764,317,110</u>
Change in Net Assets					
Governmental activities	\$ (93,336,300)	\$ (105,983,587)	\$ (58,583,628)	\$ (31,714,011)	\$ 36,343,727
Business-type activities	(2,025,927)	(1,717,258)	(4,075,328)	(2,771,550)	1,008,312
Total Shelby County Government	<u>\$ (95,362,227)</u>	<u>\$ (107,700,845)</u>	<u>\$ (62,658,956)</u>	<u>\$ (34,485,561)</u>	<u>\$ 37,352,039</u>

Several organizational changes have occurred over the past five years. Expenses, program revenues, general revenues, and other changes in net assets of prior years have been adjusted to be consistent with the current organizational structure.

(a) Nursing Homes - Oakville Health Care Center, an enterprise fund, was sold to an outside party at the end of fiscal year 2004.

Shelby County Government

Financial Trends Information Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

	Fiscal Year									
	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund										
Reserved	\$ 4,287,729	\$ 3,559,193	\$ 2,816,010	\$ 3,207,470	\$ 5,088,956	\$ 7,472,886	\$ 5,736,619	\$ 4,085,059	\$ 4,158,337	\$ 4,150,637
Unreserved (a)	<u>21,783,985</u>	<u>13,750,536</u>	<u>23,266,351</u>	<u>25,321,498</u>	<u>28,867,929</u>	<u>34,782,084</u>	<u>18,770,288</u>	<u>30,663,278</u>	<u>37,539,543</u>	<u>41,147,243</u>
Total general fund	<u>\$ 26,071,714</u>	<u>\$ 17,309,729</u>	<u>\$ 26,082,361</u>	<u>\$ 28,528,968</u>	<u>\$ 33,956,885</u>	<u>\$ 42,254,970</u>	<u>\$ 24,506,907</u>	<u>\$ 34,748,337</u>	<u>\$ 41,697,880</u>	<u>\$ 45,297,880</u>
All Other Governmental Funds										
Reserved	\$107,367,219	\$124,415,059	\$ 95,772,745	\$ 91,903,209	\$ 76,958,992	\$ 592,512	\$ 1,213,424	\$ 1,028,370	\$ 2,102,322	\$ 662,791
Unreserved, reported in:										
Debt service funds	3,046,092	386,037	2,085,946	1,603,174	4,902,416	19,777,038	10,702,422	9,457,475	29,241,588	55,924,980
Capital projects funds	(2,953,253)	(131,154,395)	(97,858,576)	(303,412,574)	(311,500,944)	(233,964,662)	(211,212,848)	(24,919,442)	(136,651,444)	28,418,919
Grants funds	75,370	121,392	77,676	75,372	75,380	1,440,581	1,421,000	1,517,638	1,659,168	3,250,037
Special revenue funds	<u>8,161,059</u>	<u>5,606,397</u>	<u>5,639,516</u>	<u>12,006,644</u>	<u>12,463,672</u>	<u>12,425,508</u>	<u>13,921,329</u>	<u>13,936,513</u>	<u>13,613,278</u>	<u>20,266,393</u>
Total all other governmental funds	<u>\$115,696,487</u>	<u>\$ (625,510)</u>	<u>\$ 5,717,307</u>	<u>\$(197,824,175)</u>	<u>\$(217,100,484)</u>	<u>\$(199,729,023)</u>	<u>\$(183,954,673)</u>	<u>\$ 1,020,554</u>	<u>\$(90,035,088)</u>	<u>\$ 108,523,120</u>

(a) Fiscal years 1997 - 2004 have been adjusted for restatements in subsequent years

Shelby County Government

Financial Trends Information Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

	Fiscal Year									
	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Revenues										
Local taxes	\$ 333,724,157	\$ 349,910,099	\$ 385,058,126	\$ 472,996,777	\$489,953,461	\$ 604,609,455	\$ 620,977,188	\$ 665,184,712	\$ 672,036,081	\$ 747,473,316
Local revenue	20,738,188	20,149,434	38,986,550	36,442,946	41,421,530	36,081,681	39,687,932	44,342,048	48,542,177	43,130,241
State revenue	55,347,973	55,453,617	67,994,506	67,387,155	63,989,958	70,259,167	72,583,287	76,701,026	82,506,185	103,465,561
Federal revenue	14,262,810	16,191,632	19,181,728	20,339,229	25,803,149	27,185,094	26,894,944	25,492,482	26,481,217	28,888,268
Patient service revenue	4,303,568	3,758,762	2,919,111	467,043	764,939	1,058,773	1,425,748	2,300,228	2,012,041	2,265,632
Elected officials' fines and fees	45,348,704	47,138,374	45,446,063	45,931,497	47,641,570	54,284,328	54,335,743	56,302,501	56,155,830	63,174,615
Other revenue	21,626,083	28,954,259	16,054,604	13,498,358	16,714,499	16,971,962	8,608,493	3,341,228	7,007,908	13,780,466
Total revenues	495,351,483	521,556,177	575,640,688	657,063,005	686,289,106	810,450,460	824,513,335	873,664,225	894,741,439	1,002,178,099
Expenditures (d)										
General government	43,133,111	41,061,564	40,683,122	43,940,678	42,058,890	41,756,607	46,350,061	44,714,397	42,036,417	42,029,564
Hospital (b)	24,566,667	24,566,667	22,566,667	22,566,667	27,566,667	22,566,667	22,566,667	22,566,667	20,566,667	20,566,667
Planning and development	5,998,431	7,342,899	7,582,911	9,108,782	5,208,106	3,583,784	5,046,331	4,914,861	6,110,142	6,562,951
Public works	26,032,868	26,139,165	24,650,876	24,011,466	26,280,913	28,360,797	27,740,800	31,321,491	29,498,235	40,715,864
Corrections	159,109	437,195	776,348	945,388	1,211,235	948,137	937,223	790,715	371,598	432,171
Health services	32,835,709	32,563,099	35,936,190	38,127,890	43,137,942	46,778,955	50,403,756	49,965,324	50,395,188	53,591,503
Community services (c)	25,019,571	27,292,023	29,992,623	28,350,928	38,402,630	38,764,862	39,331,953	39,850,995	40,915,126	43,067,122
Law enforcement	64,782,340	73,998,421	83,532,436	94,616,827	99,515,132	125,391,302	139,714,965	127,948,541	127,315,702	130,234,277
Judicial	43,306,255	45,234,906	49,188,299	44,389,359	54,376,229	60,349,160	62,263,405	63,937,661	65,070,182	69,633,785
Other elected officials	16,516,207	18,206,996	18,967,693	26,974,886	21,337,910	22,153,989	23,001,551	23,154,077	23,721,774	25,146,009
Education (a)	147,863,383	192,447,420	228,060,395	244,226,988	274,269,490	301,622,626	320,530,670	321,953,079	325,859,655	360,019,604
Debt service:										
Interest	44,479,850	43,748,725	51,319,633	59,704,419	64,209,850	52,606,584	61,404,778	66,493,148	69,852,019	78,956,185
Principal	24,372,047	23,859,580	29,574,342	37,435,260	41,581,241	44,760,484	50,148,192	54,173,503	67,734,747	68,555,308
Capital outlay	101,603,333	72,529,373	92,282,537	161,006,035	106,613,346	154,104,764	130,256,656	135,066,176	116,166,362	105,741,913
Total expenditures	600,668,881	629,428,033	715,114,072	835,405,573	845,769,581	943,748,718	979,697,008	986,850,635	985,613,814	1,045,252,923
Excess (deficiency) of revenues over (under) expenditures	(105,317,398)	(107,871,856)	(139,473,384)	(178,342,568)	(159,480,475)	(133,298,258)	(155,183,673)	(113,186,410)	(90,872,375)	(43,074,824)

Other financing sources (uses)										
Proceeds of general obligation bonds	175,000,000	---	160,737,233	---	150,000,000	160,707,801	153,308,115	323,026,282	443,740,125	251,027,782
Proceeds of refunding bonds	124,501,065	236,981,365	160,763,911	16,600,000	37,683,025	21,065,848	---	---	---	---
Payment to refunding bond escrow agent	(124,876,568)	(234,702,606)	(159,729,058)	(16,809,029)	(37,868,108)	(20,817,729)	---	---	(433,055,801)	---
Transfers in	23,581,105	21,619,694	31,739,095	23,263,240	26,007,729	37,917,304	42,026,892	22,362,765	36,262,244	43,788,657
Transfers out	(26,593,620)	(25,229,254)	(32,622,598)	(25,336,034)	(29,417,488)	(46,563,922)	(44,798,620)	(36,252,522)	(42,179,231)	(49,583,407)
Total other financing sources (uses)	171,611,982	(1,330,801)	160,888,583	(2,281,823)	146,405,158	152,309,302	150,536,387	309,136,525	4,767,337	245,233,032
Net change in fund balances	<u>\$ 66,294,584</u>	<u>\$ (109,202,657)</u>	<u>\$ 21,415,199</u>	<u>\$ (180,624,391)</u>	<u>\$ (13,075,317)</u>	<u>\$ 19,011,044</u>	<u>\$ (4,647,286)</u>	<u>\$ 195,950,115</u>	<u>\$ (86,105,038)</u>	<u>\$ 202,158,208</u>
Debt service as a percentage of non capital expenditures	13.80%	12.14%	12.99%	14.40%	14.31%	12.33%	13.13%	14.17%	15.82%	15.70%

(a) Education expenditures are those made to the City of Memphis Board of Education and the County Board of Education. The County Board of Education operations are reported as a discrete component unit. Prior to 2002, payments to the County Board of Education were reported as transfers to component units. Education expenditures for those years have been restated in this schedule.

(b) Hospital expenditures are those made to the Shelby County Health Care Corporation (the Med). Shelby County Health Care Corporation operations are reported as a discrete component unit. Prior to 2002, payments to the Shelby County Health Care Corporation were reported as transfers to component units. Hospital expenditures for those years have been restated in this schedule.

(c) From 1999 to 2001 Headstart Inc. was a component unit of Shelby County Government. Expenditures made to Headstart Inc. in those years were reported as transfers to component units of Shelby County Government's Community Services Division. Community Services expenditures for those years have been restated in this schedule.

(d) Several organizational changes have occurred over the past ten years. Revenues, expenditures, and other financing sources (uses) of prior years have been adjusted with the current organizational structure.